

POOLED MONEY INVESTMENT BOARD
915 Capitol Mall, Room 587
Sacramento, CA 95814

MINUTES

Wednesday, July 18, 2018

The meeting was called to order at 10:10 a.m.

Roll: State Treasurer John Chiang
Jacqueline Wong-Hernandez for Director of Finance Michael Cohen
Richard Chivaro for State Controller Betty T. Yee

Staff Present: Tracey Paine, State Treasurer's Office
Sean Collier, State Treasurer's Office
Julia Zuffelato , Attorney General's Office

MINUTES

Mr. Richard Chivaro moved to approve the minutes for the June 20, 2018 meeting. Upon a second by Ms. Wong-Hernandez: the motion passed 3-0 with the following votes: Mr. Chiang: yes; Mr. Chivaro: yes; Ms. Wong-Hernandez: yes.

PMIB DESIGNATION

Ms. Tranice Hickman of the State Treasurer's Office presented a Portfolio Summary Report as of June 20, 2018. On that day, the portfolio stood at \$88.818 billion. The effective yield was 1.917%, the quarter-to-date yield was 1.759% and the year-to-date yield was 1.376%. The average life of the portfolio was 193 days. AB55 Loans approved were \$734 million, with a disbursed amount of \$367 million. The Local Agency Investment Fund had \$22.549 billion total deposits, with 2,409 total participants.

Ms. Hickman presented Designation No. 1829. In accordance with Treasurer's Office policy, the recommended deposit in demand bank accounts as Compensating Balance of Services is \$346,900,000.

Ms. Mi Hoang of the State Controller's Office, followed up on Ms. Jacqueline Wong-Hernandez's question during the PMIB meeting on June 20th, 2018. She said that the payment for the State Teachers' Retirement System for \$588,000,000 scheduled for the week of July 2nd, 2018 is an appropriation made annually from the General Fund to the Teachers' Retirement Fund.

Mr. Chivaro moved to approve Designation No. 1829. Upon a second by Ms. Wong-Hernandez the motion passed 3-0 with the following votes: Mr. Chiang: yes; Mr. Chivaro: yes; Ms. Wong-Hernandez: yes.

DECLARATION OF SURPLUS MONEY/REDUCTION OF SURPLUS MONEY

Ms. Hickman presented the changes in the Surplus Money Investment Fund for the period June 1, 2018 through June 30, 2018. Declaration of Surplus Money was in the amount of \$16.973 billion. A reduction in Surplus Money was in the amount of \$20.127 billion. An attached list from the State Controller’s Office showed the breakdown.

Mr. Chivaro moved to approve the Surplus Money Declaration/Reduction for the month of June. Upon a second by Ms. Wong-Hernandez, the motion passed 3-0 with the following votes: Mr. Chiang: yes; Mr. Chivaro: yes; Ms. Wong-Hernandez: yes.

SURPLUS MONEY INVESTMENT FUND REQUEST (SMIF)

Ms. Hickman presented two requests to participate in the Surplus Money Investment Fund:

Department of Justice
Tax Recovery & Criminal Enforcement – Special Deposit Fund
Fund Number: 0942338

Department of Justice
Rape Kit Backlog Voluntary Tax Contribution Fund
Fund Number: 8814

Mr. Chivaro moved to approve staff recommendation of the Surplus Money Investment Fund participation requests. Upon a second by Ms. Wong-Hernandez, the motion passed 3-0 with the following votes: Mr. Chiang: yes; Mr. Chivaro: yes; Ms. Wong-Hernandez: yes.

AB55 LOAN PROGRAM (Government Code § 16312)

Mr. Matt Lehtonen, with the Public Finance Division in the State Treasurer’s Office presented the PMIA loan monthly report. Staff recommended approval of the one loan renewal request (Items 6.a) on the agenda in the amount shown on column f of Exhibit A to the staff report. Item 6.a reflects increases necessary to complete preliminary plans and design work and to begin construction. Item will pay accrued interest and administrative costs. Mr. Lehtonen reported that the loan request was in compliance with the current AB55 Loan Policy and upon approval would result in an increase to the outstanding loans balance of \$43,764,000.

LOAN RENEWAL REQUEST

	<u>PMIB</u> <u>Loan No.</u>	<u>Department</u>	<u>Amount</u>
a.	1890001	Department of Corrections and Rehabilitation SPWB Lease Revenue Bonds Monterey County Jail Project	\$68,764,000.00

Mr. Chivaro moved to accept the staff recommendation and approve the one loan renewal request. Upon a second by Ms. Wong-Hernandez, the motion passed 3-0 with the following votes: Mr. Chiang: yes; Mr. Chivaro: yes; Ms. Wong-Hernandez: yes.

PUBLIC COMMENT

There was no Public Comment.

ADJOURNMENT

In the absence of further business, the meeting was adjourned at 10:25 a.m.

Respectfully submitted,

Tracey Paine
PMIB Administrator